ORDER GRANTING PETITION FOR ANNEXATION TO GRANITE-REEDER WATER AND SEWER DISTRICT

Bonner County, Idaho

WILLOWS ANNEXATION

Instrument # 810385 BONNER COUNTY, SANDPOINT, IDAHO 6-1-2011 11:28:08 No. of Pages: 8 Recorded for : WELCH COMER Fee: 31.00

MARIE SCOTT

Ex-Officio Recorder Deputy_

Index to: MISC

THE BOARD OF DIRECTORS (the "Board") of GRANITE-REEDER WATER AND SEWER DISTRICT (the "District") makes the following findings relative to a Petition for Annexation presented to the Board:

- The District is a validly formed water district under and by virtues of the laws of the State of Idaho.
- The owner of certain real property located in Bonner County, Idaho, generally (2)adjacent to the boundaries of the District, filed a Petition for Annexation with the District which complied with the requirements of Idaho Code §42-3218(a) (a copy of the Petition and attachments thereto are attached hereto as Exhibit "A" as though fully set forth herein).
- After a thorough examination and review by the Board and its consultants, it was established that the Petition was executed by the property owner in the area covered by the annexation. (The area covered by the annexation is set forth in the map attached hereto and incorporated herein by this reference as Exhibit "B" and is legally described in Exhibit "D" attached hereto and incorporate herein by this reference.)
 - (4) The Board set a public hearing on the Petition for Annexation.
- The public hearing was set for March 2, 2011, with notice of this hearing ("Notice") given by publication. Notice was published in the Bonner County Daily Bee on February 16, 2011, and February 23, 2011. (A copy of the Notice and Affidavit of Publication is attached hereto and incorporated herein by this reference as Exhibit "C".) At this public hearing the Board and its consultants were prepared to respond to any questions or issues raised.
- The Board has assumed, pursuant to the provisions of Idaho Code Section 42-3218(b) that the failure of any other individuals to show cause in writing as to the annexation of the property described in Exhibit "B", is deemed as their assent.
- The Board, after consideration of the records and files herein and the public health and safety of the current and future residents and businesses in the District and the area proposed for annexation, find it in the best interests of the District its residents and those who are in the area to be annexed into the District, to annex the area covered by the Petition.
- Subject to the conditions placed on the annexation by the District, the real property described in the map attached hereto as Exhibit "B" and legally described in Exhibit

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"D" attached hereto is hereby incorporated into the District as of the date this Order is recorded with the County Recorder.

- (9) The Secretary of the District is hereby directed to file this Order in the records of the District and transmit this Order and all the attachments thereto to the appropriate Kootenai County offices for filing pursuant to Idaho Code §42-3218(b).
- (10) Petitioner agrees to pay for his share of a New Facility Plan or Facility Plan Amendment and Preliminary Engineering Report as required by the Idaho Department of Environmental Quality.
 - (11) Conditions: This annexation is conditioned upon completion of the following:

That the petitioners property owners will complete and pay for certain improvements to the specifications and requirements of the District (at their sole discretion) in order to provide service to the property included in this annexation.

Should it be later determined that one or more of the above conditions has not been satisfactorily achieved, the Board shall have the right to remove or deannex this property from the boundaries of the District.

This Order is adopted by a majority vote of the Board of Directors at a meeting on March 2, 2011.

I certify that I know or have satisfactory evidence that Vince Aguirre is the person who appeared before me, and said person acknowledged that he signed this instrument as the Chair of the Board of Directors of the Granite Reeder Water & Sewer District, and acknowledged it to be his free and voluntary act for the uses and purposes mentioned in the instrument.

SHARIE MacDONALD NOTARY PUBLIC STATE OF IDAHO NOTARY PUBLIC for the State of IDAHO

SHARIE MACDONIAU

[Print name]

My appointment expires: [1 | 19 | 16

Exhibit 'A'

GRANITE REEDER WATER AND SEWER DISTRICT Bonner County, Idaho

JOHN WILLOWS REQUEST FOR ANNEXATION TO AND INCLUSION IN DISTRICT

WHEREAS, Granite Reeder Water and Sewer District, of Bonner County, Idaho, (the "District"), has been duly and properly created under and by virtue of the constitution and laws of the State of Idaho and is governed by a Board of Directors therefore (the "Board");

WHEREAS, John Willows ("Property Owner") has expressed an interest in being included within the boundaries of the District;

WHEREAS, the Property Owner now seeks annexation to and inclusion of certain real property (the "Real Property") in the District;

WHEREAS, the Board has estimated that the cost and expense of including the Real Property owned by Property Owner within the District is minimal; and

WHEREAS, the Property Owner and the Board believe that inclusion of the Real Property within the District will result in an increase in the benefits to the Property Owner and the District;

NOW, THEREFORE, THE UNDERSIGNED REPRESENTATIVE OF THE OWNER OF SAID REAL PROPERTY hereinafter described:

- (1) Requests annexation to and inclusion in Granite Reeder Water and Sewer District for the purposes of receiving access to sewer improvements ("Improvements") provided by the District and agree to pay all expenses due and owing for said inclusion and Improvements. Property Owner understands that the District has adopted policies related to the connection to and receipt of the benefits of said Improvements. Property Owner understands that the Real Property may not yet have access to said Improvements, but are willing to wait for this access.
- (2) Agree and request that said Improvements be made therein and that the cost and expense of the same shall be assessed to the hereinafter described Real Property and the assessment shall be levied against said Real Property as provided by law and in accordance to the benefit attributable thereto.
- (3) Waive any irregularities in the inclusion of this property into the District and into the Local Improvement District which has been formed to construct and finance the Improvements.
- (4) Certify that the undersigned is the representative of and authorized signator for the Property Owner and has legal authority to sign this document on behalf of the owner of this Real

Property and that the description below represents a true, correct and complete property description. DATED this 27 day of November, 2010.
PROPERTY OWNER: John Willows By Ouper [Title]
Legal Description of Property: AND Let #3, Block 3 Lot #2, Block 1 and Lot #2, Block 3 of Pools Reeder Tracts. Area of Land to All of the ABCCC Taxpayer: Yes be Included: No
STATE OF IDAHO) ss: County of Bonner On this 27 day November, before me, the undersigned Notary Public in and for the State of Idaho, personally appeared John Willows, to me known to be the individual named in and who executed the foregoing instrument; and acknowledged that he executed the same as his voluntary act and deed. IN WITNESS WHEREOF, I have hereunto set my hand under my official seal this 27 day of November, 2010. 2011

Meranne R Ruchalph NOTARY PUBLIC in and for the State of Idaho, Residing at LEWISTERS MESPECE COUNT

Residing at LEWIST NEEDERS

My commission expires: 10/12/2012



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TECHNICAL SUPPORT

ACKNOWLEDGMENT AND ACCEPTANCE BY DISTRICT

PASSED AND APPROVED this _2.	February) _ day of November ,	2011 2010, by the Board	d of Directors
of Granite Reeder Water and Sewer District.	/		

Chairman, Board of Directors

ATTEST:

District Secretary

(SEAL)

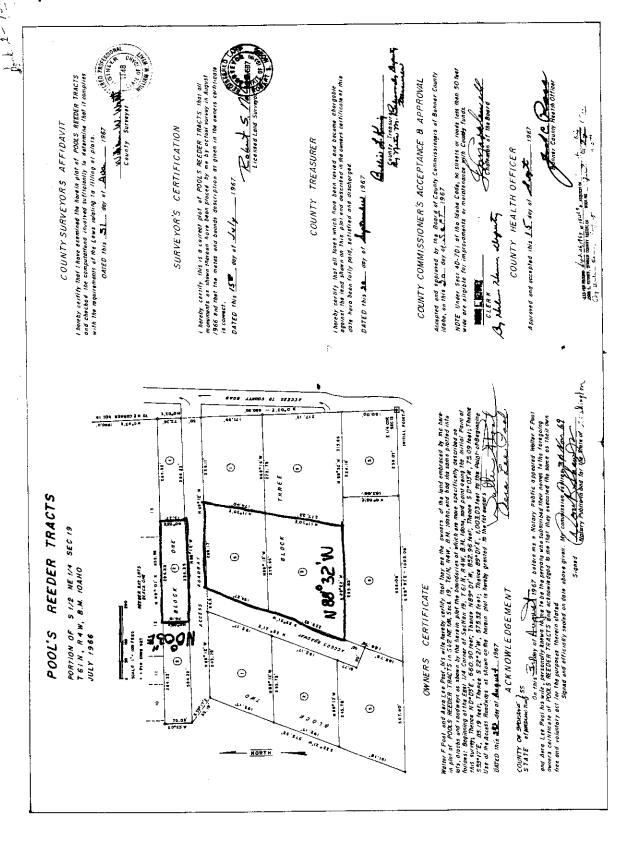


Exhibit 'B'

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SS.
County of Bonner, TErri Juie
being first duly sworn on oath deposes and says that he/she is
Managing Editor of the Priest River Times, a
newspaper printed and published at Priest River, Bonner County,
Idaho; that the said newspaper has been continuously and
uninterruptedly published in said Bonner County during a period
of 12 months prior to the first publication of the hereto attached
notice of publication in the case of:
Willows Annexation
as it was published in the regular and entire issue of the said
newspaper for a period of \bigcirc consecutive weeks,
commencing on the <u>lleth</u> day of
February, 20 11 and ending on the
and that said
notice was published in said newspaper.
On this 23rd day of Foorwary in the
year of Oll, before me, a Notary Public, personally appeared
known or identified to me to be
the person whose name subscribed to the within instrument, and
being by me first duly sworn, declared that the statements therein
are true, and acknowledged to me that he executed the same.
Notary Public for Idaho
24, 10
NOTARY A Besiding at Mult Killer
PUBLIC X Say commission expires: 0.9.13

NOTICE OF PUBLIC HEARING OF ANNEXATION OF PROPERTY
INTO GRANITE-REEDER WATER AND SEWER DISTRICT
GRANITE-REEDER WATER AND SEWER DISTRICT

Bonner County, Idaho
WILLOWS ANNEXATION The Board of Directors (the "Board") of the Granite-Reeder Water and Sewer District (the "District") will be holding a public hearing on the annexation of property into the District. The public hearing

will be held as follows: Day: Wednesday Date: March 2, 2011 Time: 3:00 p.m.

Location: Copper Bay Construction Co. Office 799 Hagman Road, Priest Lake, ID

The annexation hearing is based upon petitions filed by John Willows, dated January 27, 2011. A copy of the Petition and a description of the area covered by the Petition can be obtained from the District by sending a request to:
Granite-Reeder Water and Sewer District

P.O. Box 2290 Hayden, ID 83835

All persons interested in appearing at the time and place of the hearing may show cause in writing why the Petition forAnnexation should not be granted. The Board shall consider, at the hearing, any objection presented in writing. The failure of any person to show cause in writing shall be deemed as an assent to include their property within the boundaries of the District.

Anyone wishing to provide written comments, who is unable to attend the hearing, may provide them in advance of the hearing by sending them, first class mail, postage pre-paid, to: Granite-Reeder Water and Sewer District

Attn: Secretary P.O. Box 2290 Hayden, ID 83835

Failure to have your written comments to the Board in advance of the public hearing means they will not be considered by the Board

the public hearing.
at the public hearing.
DATED this 2nd day of February, 2011
GRANITE-REEDER WATER AND SEWER DISTRICT
Bonner County, Idaho By: Donald R. Pratt

Its: Secretary

PRT legal 2273 February 16, 23, 2011

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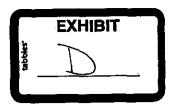
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TECHNION OF PROPERT

Exhibit C

LEGAL DESCRIPTION

Lot #2, Block 1 and Lot #2, Block 3 and Lot #3, Block 3 of Pools Reader Tracts





www.welchcomer.com

208-664-9382877-815-5672208-664-5946





June 3, 2011

Mr. Jeff Servatius Idaho State Tax Commission P.O. Box 36 Boise, ID 83722-0036

Re:

Recorded Order Granting Petition for Annexation to Granite Reeder Water & Sewer

District Willows Annexation

Dear Mr. Servatius:

Enclosed is a recorded Order Granting Petition for Annexation to Granite Reeder Water & Sewer District.

Please do not hesitate to contact me if you have any questions or need anything further.

Sincerely,

Michael Hathaway, P.L.S.

Survey Manager

MH/kdh Enclosure

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